

Structure of the Stanford Model

ISSUE	Materiality	Previous Audit Rating	Time Since Last Audit	Personnel & Management	Environmental Changes	Audit Opinion
<b>WEIGHTING</b>	15%	25%	20%	10%	20%	10%
<b>RELEVANT FACTORS</b>	Number of employees involved Volume of transactions Degree of financial exposure Degree of regulatory exposure Scope for adverse publicity Size of relevant budget	Most recent assurance rating	Number of years since last audit	Experience of management Experience of employees Staff turnover Control awareness Extent to which reliance can be placed on management	New systems implemented Innovations Changes in legislation or regulatory framework Other changes in the environment	Scope for moderation of management's opinion